



MICHIGAN  
HOUSE OF REPRESENTATIVES  
P.O. Box 30014  
LANSING, MICHIGAN 48909-7514

## HOUSE STANDING COMMITTEE ON APPROPRIATIONS

Tuesday April 17<sup>th</sup>, 2018                      9:00 a.m.                      Room 352 State Capitol Building

Representative Cox, Chair, called the meeting to order.

Chair Cox laid the committee at ease, the time being 9:01 a.m.

Chair Cox called the committee to order, the time being 9:14 a.m.

Chair Cox requested attendance be called to establish a quorum of the appointed committee members:

Present: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, Yaroach, Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Absent: None.

Excused: None.

Representative Hernandez moved to adopt the minutes of the March 21<sup>st</sup> 2018, meeting. There being no objection, the motion prevailed by unanimous consent.

The Chair laid HB 5578 before the committee:

HB 5578            (Cox)            Appropriations; zero budget; omnibus budget appropriations;  
provide for fiscal year 2018-2019.

William Hamilton, representing the House Fiscal Agency, testified on the Department of Agriculture and Rural Development section of the bill. Questions and discussion followed.

Representative Victory gave remarks on the Department of Agriculture and Rural Development section of the bill.

Robin Risko, representing the House Fiscal Agency, testified on the Department of Corrections section of the bill. Questions and discussion followed.

Representative Pagel gave remarks on the Department of Corrections section of the bill.

Samuel Christensen, representing the House Fiscal Agency, testified on the Department of Education section of the bill. Questions and discussion followed.

Representative Kelly gave remarks on the Department of Education section of the bill.

Austin Scott, representing the House Fiscal Agency, testified on the Department of Environmental Quality section of the bill.

Representative Whiteford gave remarks on the Department of Environmental Quality section of the bill.

Representative VerHeulen moved to adopt substitute (H-1) Draft 1 for HB 5578. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, Yarocho, Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: None.

Pass: None.

Representative Santana offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 32, line 6, by striking out “4,551,000” and inserting “5,001,000”.
2. Amend page 32, line 22, by striking out “12,058,000” and inserting “12,158,000”.
3. Amend page 33, line 20, by striking out “215,083,300” and inserting “215,333,300”.
4. Amend page 34, line 14, by striking out “511,000” and inserting “611,000”.
5. Amend page 34, line 16, by striking out “490,900” and inserting “590,900”.
6. Amend page 35, line 18, by striking out “20,886,600” and inserting “21,386,600” and adjusting subtotal, totals, and section 201 accordingly.

Representative Santana explained the amendments.

Representative Santana moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative Pagan offered the following amendments to HB 5578, as substitute (H-1) Draft 1:

1. Amend page 91, line 16, by striking out “162,396,100” and inserting “188,396,100” adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 117, line 27, after “assistance” by striking out “the entrance threshold for the child development and care program is set at 130% of the federal poverty guidelines.” and inserting “there is allocated \$26,000,000.00 to raise the entrance threshold of the child

development and are program from 130% of the federal poverty guidelines to 150% of the federal poverty guidelines.”.

Representative Pagan explained the amendments.

Representative Pagan moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative Santana offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 91, line 16, by striking out “162,396,100” and inserting “202,396,100” adjusting the subtotals, totals, and section 201 accordingly.

2. Amend page 118, following line 2, by inserting:

“Sec. 1010. From the funds appropriated in part 1 for child development and care public assistance, the department shall implement a half/full-day and weekly block reimbursement rate schedule for the child development and care program. Prior to implementation of the half/full-day and weekly block reimbursement rate schedule, the department shall create a detailed spending plan that shall include, but is not limited to, the following:

(a) How the new half/full-day and weekly block reimbursement rate schedule will be implemented throughout the state.

(b) The precise rates charged for a half/full-day and weekly block reimbursement rate schedule to each provider type and any differentiation of rates charged by age groups.

(c) The overall projected costs for a half/full-day and weekly block reimbursement rate schedule for the fiscal years ending September 30, 2019 and September 30, 2020.”.

Representative Santana explained the amendments.

Representative Santana moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative Hoadley offered the following amendments to HB 5578, as substitute (H-1) Draft

1:

1. Amend page 126, line 3, by striking out:	
"Solid waste management fund – staff account .....	\$ 331,800"
and inserting:	
"Renewing Michigan's environment fund .....	\$ 331,800".
2. Amend page 129, line 22, by striking out:	
"Solid waste management fund – staff account .....	\$ 42,100"
and inserting:	
"Renewing Michigan's environment fund .....	\$ 42,100".
3. Amend page 131, line 6, by striking out:	
"Solid waste management program—37.0 FTE positions .....	\$ 5,159,600".
4. Amend page 131, line 19, by striking out:	
"Electronic waste recycling fund .....	\$ 311,100".
5. Amend page 131, line 20, by striking out:	
"Environmental pollution prevention fund .....	\$ 4,343,400"
and inserting:	
"Environmental pollution prevention fund .....	\$ 4,156,400".
5. Amend page 132, line 13, by striking out:	
"Solid waste management fund – staff account .....	\$ 4,661,500".
7. Amend page 133, line 3, by striking out:	
"Renewing Michigan's environment program--11.0 FTE positions...	\$ 25,000,000"
and inserting:	
"Renewing Michigan's environment program--75.0 FTE positions...	\$ 79,045,000".
8. Amend page 133, line 13, by inserting:	
"Electronic waste recycling fund .....	\$ 311,100".
9. Amend page 133, line 13, by inserting:	
"Environmental pollution prevention fund .....	\$ 187,000".
10. Amend page 133, line 19, by inserting:	
"Renewing Michigan's environment fund .....	\$ 78,546,900".
11. Amend page 133, line 22, by striking out:	
"State general fund/general purpose .....	\$ 27,625,400"
and inserting:	
"State general fund/general purpose .....	\$ 2,625,400".
12. Amend page 135, line 17, by striking out:	
"Solid waste management fund – staff account .....	\$ 172,900"
and inserting:	
"Renewing Michigan's environment fund .....	\$ 172,900".
13. Amend page 150, line 13, by striking out all of section 316 and inserting:	
"Sec. 316. From the funds appropriated in part 1 for the renewing Michigan's environment program, the department shall expend funds as follows:	
Remediation and redevelopment.....	\$45,000,000
Recycling grants.....	15,000,000
Solid waste management.....	6,000,000
State park infrastructure.....	5,000,000
Water quality monitoring grants.....	5,000,000
Asbestos and landfill gas monitoring.....	1,500,000

Materials management..... 1,500,000.”  
and adjusting the subtotals, totals, and section 201 accordingly.

Representative Hoadley explained the amendments.

Representative Hoadley moved to adopt the amendments for HB 5578, as substitute (H-1) Draft  
1. The motion did not prevail by vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Rabhi offered the following amendments for HB 5578, as substitute (H-1) Draft  
1:

1. Amend page 126, line 3, by striking out:  
"Solid waste management fund – staff account ..... \$ 331,800"  
and inserting:  
"Renewing Michigan’s environment fund ..... \$ 331,800".
2. Amend page 129, line 22, by striking out:  
"Solid waste management fund – staff account ..... \$ 42,100"  
and inserting:  
"Renewing Michigan’s environment fund ..... \$ 42,100".
3. Amend page 131, line 6, by striking out:  
"Solid waste management program—37.0 FTE positions ..... \$ 5,159,600".
4. Amend page 131, line 19, by striking out  
"Electronic waste recycling fund ..... \$ 311,100".
5. Amend page 131, line 20, by striking out:  
"Environmental pollution prevention fund ..... \$ 4,343,400"  
and inserting:  
"Environmental pollution prevention fund ..... \$ 4,156,400".
6. Amend page 132, line 13, by striking out:  
"Solid waste management fund – staff account ..... \$ 4,661,500".
7. Amend page 133, line 3, by striking out:  
"Renewing Michigan’s environment program--11.0 FTE positions... \$ 25,000,000"  
and inserting:  
"Renewing Michigan’s environment program--39.0 FTE positions... \$ 9,659,600".
8. Amend page 133, line 13, by inserting:  
"Electronic waste recycling fund ..... \$ 311,100".
9. Amend page 133, line 13, by inserting:  
"Environmental pollution prevention fund ..... \$ 187,000".
10. Amend page 133, line 19, by inserting:  
"Renewing Michigan’s environment fund ..... \$ 9,161,500".

11. Amend page 133, line 22, by striking out:  
 "State general fund/general purpose ..... \$ 27,625,400"  
 and inserting:  
 "State general fund/general purpose ..... \$ 2,625,400".

12. Amend page 135, line 17, by striking out:  
 "Solid waste management fund – staff account ..... \$ 172,900"  
 and inserting:  
 "Renewing Michigan’s environment fund ..... \$ 172,900"

13. Amend page 150, line 13, by striking out all of section 316 and inserting:  
 "Sec. 316. From the funds appropriated in part 1 for the renewing Michigan’s  
 environment program, the department shall expend funds as follows:

Remediation and redevelopment.....	\$5,502,300
Recycling grants.....	1,834,100
Solid waste management.....	733,600
State park infrastructure.....	611,400
Water quality monitoring grants.....	611,400
Asbestos and landfill gas monitoring.....	183,400
Materials management.....	183,400.”

and adjusting the subtotals, totals, and section 201 accordingly.

Representative Rabhi explained the amendments.

Representative Rabhi moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1.  
 The motion did not prevail by a vote of 10-18-1.

#### **UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: Rep. LaGrand.

Representative Rabhi offered the following amendment for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 146, line 3, by inserting:  
 “Sec. 238. From the funds appropriated in section 102 of part 1 for departmental administration and support, the department shall establish an anonymous tip line for departmental employees to express their respective concerns regarding instances in which departmental action or inaction may endanger Michigan’s public health or environment. All communications submitted to this tip line shall be reported to the members of the House and Senate appropriations subcommittees on environmental quality and the House and Senate natural resources committees.”.

Representative Rabhi explained the amendment.

Representative Rabhi moved to adopt the amendment. The motion did not prevail by a vote of

11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Rabhi offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 128, line 15, by striking out:  
"Environmental investigations—15.0 FTE positions ..... \$ 3,004,900".  
and inserting:  
"Environmental investigations—60.0 FTE positions ..... \$ 12,019,600".
2. Amend page 129, line 27, by striking out:  
"State general fund/general purpose ..... \$ 559,100"  
and inserting:  
"State general fund/general purpose ..... \$ 9,573,800".  
and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 152, line 3, by inserting:  
"Sec. 501. Funding appropriated in part 1 for environmental investigations shall be reduced to 15.0 FTE positions and \$3,004,900 if updated cleanup criteria in accordance with Part 201 of the natural resources and environmental protection act, 1994 PA 451, is adopted prior to December 31.".

Representative Rabhi explained the amendments.

Representative Rabhi moved to adopt the amendments, the motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Rabhi offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 126, line 26, by inserting:  
"Groundwater mapping ..... \$ 1,000,000".
2. Amend page 126, line 26, by inserting:  
"Groundwater withdrawal assessment tool ..... \$ 500,000".

3. Amend page 127, line 11, by striking out:  
 "Water withdrawal assessment program—4.0 FTE positions..... \$ 1,498,300"  
 and inserting:  
 "Water withdrawal assessment program—8.0 FTE positions..... \$ 2,498,300".

4. Amend page 128, line 12, by striking out:  
 "State general fund/general purpose ..... \$ 18,411,600"  
 and inserting:  
 "State general fund/general purpose ..... \$ 20,411,600"  
 and adjusting the subtotals, totals, and section 201 accordingly.

Representative Rabhi explained the amendments.

Representative Rabhi moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1.  
 The motion did not prevail by a vote of 13-16-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Allor, VanSingel, Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Brann, Hernandez, LaSata, Marino, Whiteford, and Yarocho.

Pass: None.

Benjamin Gielczyk and Mike Cnossen, representing the House Fiscal Agency, testified on the General Government budget section of the bill. Questions and discussion followed.

Representative VerHeulen gave remarks on the General Government budget section of the bill.

The Chair recognized the students of Douglas Elementary School, and their teachers Mrs. Abbot, and Mr. Crosby.

Representative VerHeulen offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 155, line 15, by striking out "487.0" and inserting "489.0".
2. Amend page 155, line 15, by striking out "90,975,200" and inserting "93,275,200" and adjusting the subtotals, totals, and section 201 accordingly.

Representative VerHeulen explained the amendments.

Representative VerHeulen moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion prevailed by a vote of 18-6-5.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Nays: Reps. Durhal, Cochran, Yanez,, Pagan, Rabhi, and Santana.



Pass: Reps. Faris, Kosowski, Hoadley, LaGrand, and Peterson,

Representative LaSata offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 163, line 8, by striking “24,592,000” and inserting “25,342,000” and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 218, line 22, by striking out section 625 inserting:  
"Sec. 625. The legislative auditor general shall conduct an audit of the Title IX operations of each public university that receives operations funding under section 236 of the state school aid act, 1979 PA 94, MCL 388.1836, at least once every 3 years."

Representative LaSata explained the amendments.

Representative LaSata moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, Yaroach, Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: None.

Pass: None.

Representative Marino offered the following amendment for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 169, following line 16, by inserting:  
“(7) ONE-TIME APPROPRIATIONS  
Implementation of DRF elimination..... \$ 1,000,000  
GROSS APPROPRIATION..... \$ 1,000,000  
Appropriated from:  
State general fund/general purpose..... \$ 1,000,000"  
and adjusting the subtotals, totals, and section 201 accordingly.

Representative Marino explained the amendment.

Representative Marino moved to adopt the amendment. The motion prevailed by a vote of 28-0-1.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, Yaroach, Durhal, Cochran, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: None.

Pass: Rep. Faris.

Representative Faris offered the following amendment to HB 5578, as substitute (H-1) Draft 1:

1. Amend page 311, following line 7, by inserting:

“Sec. 1014. From the funds appropriated in part one for business attraction and community revitalization, \$3,000,000.00 shall be awarded to a public museum hosting exhibits on regional history, historic automobiles, and hands-on science located within a cultural center in a county with a population of between 425,000 and 426,000 and in a city with a population of between 102,000 and 103,000 according to the most recent federal decennial census.”.

Representative Faris moved to withdraw the amendment. There being no objection, the motion prevailed by unanimous consent.

Representative Faris offered the following amendment for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 209, following line 8, by inserting:

"Sec. 320. The department of the attorney general must not include the likeness of, or name of, any specific state officer in any promotional media or brochures related to the student safety hotline or the ok2say program.".

Representative Faris explained the amendment.

Representative Fairs moved to adopt the amendment for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 10-19-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, Yaroach, and Kosowski.

Pass: None.

Representative LaGrand offered the following amendment to HB 5578, as substitute (H-1) Draft 1:

1. Amend page 185, line 15, by striking out "100,000,000" and inserting "115,500,000" and adjusting the subtotals, totals, and section 201 accordingly.

Representative LaGrand explained the amendment.

Representative LaGrand moved to adopt the amendment for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 10-18-1.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.  
Pass: Rep. Rabhi.

Representative Durhal offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 186, following line 18, by inserting:  
"False fraud relief program ..... 63,000,000".
2. Amend page 187, line 13, by striking out "57,069,500" and inserting "120,069,500" and adjusting subtotals, totals, and section 201 accordingly.
3. Amend page 327, following line 9, by inserting:  
"Sec. 1067. From the funds appropriated in part 1 for false fraud relief program, the talent investment agency shall create a program to pay damages to unemployment benefit claimants that were wrongly accused of unemployment benefit fraud. The talent investment agency shall develop a method for making damages payments to eligible individuals."

Representative Durhal explained the amendments.

Representative Durhal moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

#### **UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Yanez offered the following amendments for HB 5578 as substitute (H-1) Draft 1:

1. Amend page 185, line 22, by striking out all of line 22.
2. Amend page 186, line 13, by striking out "\$107,749,800" and inserting "\$75,249,800".
3. Amend page 349, following line 21, by inserting:  
"Prepaid inpatient health plans ..... 32,500,000"  
and adjusting the subtotals, totals, and section 201 accordingly.
4. Amend page 449, following line 21, by inserting:  
"Sec. 923. From the funds appropriated in part 1 for prepaid inpatient health plans, the department shall allocate \$32,500,000.00 to a prepaid inpatient health plan that is located in a county with a population between 840,000 and 850,000 according to the most recent federal decennial census."

Representative Yanez explained the amendments.

Representative Yanez moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1.

The motion did not prevail by a vote of 8-16-5.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Marino, Yaroach, Cochran, Faris, Kosowski, Yanez, Pagan, and Peterson.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, VanSingel, and Whiteford.

Pass: Reps. Durhal, Hoadley, LaGrand, Rabhi, and Santana.

Representative Santana offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 182, following line 8, by inserting:  
“Local community stabilization authority enhancement ..... 100”  
and adjusting subtotals, totals, and section 201 accordingly.

2. Amend page 298, following line 14, by inserting:  
“Sec. 958. From the funds appropriated in part 1 for local community stabilization authority enhancement, the department of treasury shall provide grants to municipalities in an amount equal to the calculated amount a municipality would have received under section 17 of the local community stabilization authority act, 2014 PA 86, MCL 123.1357, as the section existed on May 1, 2018 minus the calculated amount a municipality would receive under the section 17 of the local community stabilization authority act, 2014 PA 86, MCL 123.1357, as amended after May 1, 2018. For purposes of this section, calculated grant amounts must not be less than zero. It is the intent of the legislature that grants to municipalities used to offset any distribution losses realized due to the amendment of section 17 of the local community stabilization authority act, 2014 PA 86, MCL 123.1357 be phased out. This section does not take effect unless section 17 of the local community stabilization authority act, 2014 PA 86, MCL 123.1357 is amended and distributions to municipalities are altered.”.

Representative Santana explained the amendments.

Representative Santana moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Durhal offered the following amendment for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 276, following line 1, by inserting:  
"Sec. 918. As a condition of receiving funds appropriated in part 1, the Michigan guaranty agency and any individual in his or her capacity as an employee of the Michigan

guaranty agency are prohibited from being a member of, or providing funds to, the national council of higher education resources."

Representative Durhal explained the amendment.

Representative Durhal moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative LaGrand offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 183, line 25, by striking out "3,100,000" and inserting "6,200,000" and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 298, line 3, by striking "\$0.40599" and inserting "\$0.81198".

Representative LaGrand explained the amendments.

Representative LaGrand moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-17-1.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, and Whiteford.

Pass: Rep. Yarocho.

Representative Durhal offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 182, line 7, by striking out "175,006,700" and inserting "177,190,000" and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 295, line 27, by striking "100.986%" and inserting "101.986%".

Representative Durhal explained the amendments.

Representative Durhal moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

### **UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroch.

Pass: None.

Representative Fairs offered the following amendments for HB 578, as substitute (H-1) Draft 1:

1. Amend page 209, following line 8, by inserting:

”Sec. 318. (1) Funds appropriated in part 1 for attorney general and unclassified positions must not be expended if the findings of an investigation into whether employees of the department of attorney general were hired or fired based on partisan considerations conclude that violations of the state constitution or rules governing the hiring of Michigan civil service employees has occurred.

(2) If an investigation finds that state funds appropriated to the attorney general were spent on partisan activities or for the purposes of an election campaign of an elected official funds appropriated in part 1 for the attorney general and unclassified positions must not be expended until the elected official reimburses the state in the amount that matches the total amount of funds determined to be spent improperly by any or all investigations.”.

2. Amend page 209, following line 8, by inserting:

”Sec. 319. The department of attorney general must submit a report by February 1 to the house and senate appropriations subcommittees on general government and the house and senate fiscal agencies that includes the following information:

- (a) The number of all open cases by department division.
- (b) The number of all pending cases by department division.
- (c) The caseload of each assistant attorney general on January 15.
- (d) The number of authorized FTE positions filled by department division.
- (e) The number of unfilled authorized FTE positions and the number of days the positions have been unfilled.”.

3. Amend page 209, following line 8, by inserting:

”Sec. 321. The department of attorney general must submit a travel report to the house and senate appropriations committees and the house and senate fiscal agencies. The report shall list each person within the department of attorney general who received compensation, fees, or remuneration under a budget act for travel inside the state during the preceding fiscal year. The listing shall include the name of the person who received the compensation, fees, or remuneration and the destination, reason for, and dates of the travel; and the transportation and related costs.”.

4. Amend page 229, line 12, by inserting:

”Sec. 723. (1) The Department of State must investigate allegations into whether the hiring of persons based on partisan consideration, as determined by Article 11, Section 5 of the state constitution and rules governing Michigan Civil Service employees, has occurred within the Department of Attorney General.

(2) The Department of State must submit a report on the findings of the investigation to the house and senate appropriations subcommittees on general government and the house and senate oversight committees by November 1.”.

5. Amend page 261, line 18, by inserting:

“Sec. 853. (1) The Civil Service Commission must investigate allegations into whether the hiring of persons based on partisan consideration, as determined by Article 11, Section 5 of the state constitution and rules governing Michigan Civil Service employees, has occurred within the Department of Attorney General.

(2) The Civil Service Commission must submit a report on the findings of the investigation to the house and senate appropriations subcommittees on general government and the house and senate oversight committees by November 1.”.

Representative Faris explained the amendments.

Representative Fairs moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative Faris offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 183, line 23, by striking out "100" and inserting "8,000,100".
2. Amend page 184, line 3, by striking out “100” and inserting “8,000,100” and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 291, following line 1, by inserting:  
“Sec. 949l. From the one-time appropriations appropriated in part 1 for drinking water declaration of emergency, the department of treasury shall continue to purchase and distribute bottled water through the most recent points of distribution. The purchase and distribution of bottled water must continue until all lead service lines are replaced in the city of Flint.”.

Representative Faris explained the amendments.

Representative Faris moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

The Chair laid the committee at ease, the time being 11:07 a.m.

The Chair called the committee to order, the time being 11:22 a.m.

Sue Frey, Kevin Koorstra, and Viola Bay Wild, representing the House Fiscal Agency, testified on the Department of Health and Human Services section of the bill. Questions and discussion followed.

Representative Canfield gave remarks on the Department of Health and Human Services section of the bill.

Representative Faris offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 360, line 12, by striking out "1,680,100" and inserting "4,621,100".
2. Amend page 360, line 21, by striking out "11,461,100" and inserting "14,402,100" and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 518, line 19, after "contamination." by striking out "These" and inserting "The department shall allocate \$2,941,000.00 for purchases of bottled water, water filters, replacement filter cartridges, and other supplies related to water resources for distribution to residents, and for access and functional needs home delivery services to residents. Any federal matching funds received related to the expenditures for water resources shall be likewise expended only for water resources. The remaining".

Representative Faris explained the amendments

Representative Faris moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative Yanez offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 358, line 24, by striking out "1,813,423,300" and inserting "1,814,842,900".
2. Amend page 359, line 11, by striking out "10,739,100,300" and inserting "10,740,019,900" and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 485, line 16, after "to" by striking out "\$83.00" and inserting "\$95.00".

Representative Yanez explained the amendments.

Representative Yanez moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.



**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Faris offered the following amendment for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 474, line 4, by striking out all of section 1307.

Representative Faris explained the amendment.

Representative Faris moved to adopt the amendment for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Santana offered the following amendment for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 472, following line 10, by inserting:

"Sec. 1234. The department shall prepare a summary report of the hepatitis A outbreak, including an epidemiological summary of cases, a summary of cases by week of onset, a summary of cases by county, and a descriptive overview of the outbreak, public health response, and current status. The report described in this section shall be provided on a quarterly basis to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies and the state budget office."

Representative Santana explained the amendment.

Representative Santana moved to adopt the amendment for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Santana offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 343, line 1, by striking out "194,562,300" and inserting "202,562,300" and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 412, line 20, by striking out "\$46.20" and inserting "\$37.00".
3. Amend page 413, following line 1, by inserting:  
“(3) From the funds appropriated in part 1, the department shall pay providers of foster care services an additional \$9.20 administrative rate if section 117a of the social welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the county match rate for the additional administrative rate provided in this subsection. Payments under this subsection shall be made, not less than, on a monthly basis.” and renumbering the remaining subsections accordingly.
4. Amend page 413, following line 5, by inserting:  
“(5) From the funds appropriated in part 1, the department shall provide an increase to each private provider of residential services, if section 117a of the social welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the county match rate for the additional rate provided in this section.”.
5. Amend page 418, line 16, following “Sec. 589.” by inserting “(1) From the funds appropriated in part 1 for child care fund, the department shall pay 100% of the administrative rate for all new cases referred to providers of foster care services.  
(2)”.

Representative Santana explained the amendments.

Representative Santana moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative Faris offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 347, following line 7, by inserting:  
"SSI advocacy legal services..... 250,000"  
and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 427, following line 6, by inserting:  
“Sec. 625. From the funds appropriated in part 1 for SSI advocacy legal services, the department shall allocate \$250,000.00 to contract with the Legal Services Association of Michigan to provide assistance to individuals who have applied for or wish to apply for SSI or other federal disability benefits. The Legal Services Association of Michigan shall provide a list of new recipients accepted to the department to verify that services have been provided to department recipients. The Legal Services Association of Michigan and the department shall

work together to develop release forms to share information in appropriate cases. The Legal Services Association of Michigan shall provide quarterly reports indicating cases opened, cases closed, level of services provided on closed cases, and case outcomes on closed cases.”.

Representative Faris explained the amendments.

Representative Faris moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Faris offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 345, line 22, after by striking out "80,150,000" and inserting "81,167,500".
2. Amend page 346, line 10, by striking out "68,943,400" and inserting "69,961,000" and adjusting the subtotals, totals, and section 201 accordingly.

Representative Faris explained the amendments.

Representative Faris moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yaroach.

Pass: None.

Representative Pagan offered the following amendment to HB 5578, as substitute (H-1) Draft 1:

1. Amend page 341, line 27, by striking out "5,097,300" and inserting "6,797,300" and adjusting the subtotals, totals, and section 201 accordingly.

Representative Pagan explained the amendment.

Representative Pagan moved to adopt the amendment for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson,

Rabhi, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Robin Risko, representing the Hose Fiscal Agency, testified on the Judiciary section of the bill.

Representative VerHeulen gave remarks on the Judiciary section of the bill.

Marcus Coffin, representing the House Fiscal Agency, testified on the Department of Licensing and Regulatory Affairs section of the bill.

Representative Brann gave remarks on the Department of Licensing and Regulatory Affairs section of the budget.

Representative Santana offered the following amendments for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 528, line 13, by striking out all of section 105 and adjusting subtotals, totals, and section 201 accordingly.
2. Amend page 536, line 8, by striking out all of line 8.
3. Amend page 536, line 9, by striking out all of section 401.

Representative Santana explained the amendments.

Representative Santana moved to adopt the amendments for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 10-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

Representative Santana offered the following amendment for HB 5578, as substitute (H-1) Draft 1:

1. Amend page 565, following line 24, by inserting:  
“Michigan indigent defense commission local share grants..... 100”  
and adjusting subtotals, totals, and section 201 accordingly.

Representative Santana explained the amendment.

Representative Santana moved to adopt the amendment for HB 5578, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 10-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Durhal, Cochran, Faris, Kosowski, Yanez, Hoadley, Pagan, LaGrand, Peterson, and Santana.

Nays: Reps. Cox, VerHeulen, Kelly, Pagel, Victory, Afendoulis, Bizon, Canfield, Inman, Miller, Allor, Brann, Hernandez, LaSata, Marino, VanSingel, Whiteford, and Yarocho.

Pass: None.

There being no further business to come before the committee, the Chair adjourned the meeting, the time being 12:07 p.m.

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Representative Cox, Chair

Matthew Carnagie  
Committee Clerk  
April 17<sup>th</sup>, 2018

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Date Approved and Signed